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COMMITTEE MEETING  
STATE OF CALIFORNIA  
INTEGRATED WASTE MANAGEMENT BOARD  
SUSTAINABILITY AND MARKET DEVELOPMENT COMMITTEE

JOE SERNA, JR., CALEPA BUILDING  
1001 I STREET  
2ND FLOOR  
COASTAL VALLEY HEARING ROOM  
SACRAMENTO, CALIFORNIA

TUESDAY, APRIL 12, 2005  
9:30 A.M.

TIFFANY C. KRAFT, CSR, RPR  
CERTIFIED SHORTHAND REPORTER  
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PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

APPEARANCES

COMMITTEE MEMBERS

Ms. Rosario Marin

Ms. Cheryl Peace

Mr. Carl Washington

STAFF

Mr. Mark Leary, Executive Director

Ms. Julie Nauman, Chief Deputy Director

Ms. Marie Carter, Chief Counsel

Mr. Elliot Block, Staff Counsel

Ms. Kathy Davis, Staff

Ms. Terri Edwards, Staff

Ms. Toni Jimenez, Executive Assistant

Ms. Chris Kinsella, Staff

Mr. Jim La Tanner, Supervisor, Loan Program

Mr. Zane Poulson, Staff

Ms. Yasmin Satter, Staff

Mr. Pat Schiavo, Deputy Director

Ms. Patty Wohl, Deputy Director

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APPEARANCES CONTINUED

ALSO PRESENT

Mr. Bill Duncan, President, Ag Plastics Recycle

Mr. Robert Hailey, City and County of San Francisco

Mr. Jeff Monaco, Solid Waste Manager, Tulare County

Mr. Bruce Williams, City of Rancho Mirage

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1 PROCEEDINGS

2 CHAIRPERSON MARIN: Good morning. Thank you. I  
3 just was coming from a BDO meeting. So welcome. Thank  
4 you, everybody, for being here. We are at the Markets and  
5 Sustainability Committee of the Integrated Waste  
6 Management Board.

7 I want to welcome two new members. As most of  
8 you know, we are operating with only four Board members,  
9 so we have to make some changes in Committee assignments.  
10 And I'm so grateful that both of my colleagues have agreed  
11 to serve on this wonderful Committee. Cheryl Peace,  
12 welcome to -- you're an old pro at this one, and so is  
13 Mr. Carl Washington.

14 With that, would you call the roll, please.

15 EXECUTIVE ASSISTANT JIMINEZ: Peace?

16 COMMITTEE MEMBER PEACE: Here.

17 EXECUTIVE ASSISTANT JIMINEZ: Washington?

18 COMMITTEE MEMBER WASHINGTON: Here.

19 EXECUTIVE ASSISTANT JIMINEZ: Marin?

20 CHAIRPERSON MARIN: Here.

21 Okay. Patty, you're going to go first.

22 DEPUTY DIRECTOR WOHL: Yes. Good morning, Madam  
23 Chair, Board members. Patty Wohl with the Waste  
24 Prevention and Market Development Division. I have a  
25 brief report this morning.

1           I wanted to start with talking about the success  
2 of the Trade Show which took place last week. We don't  
3 have the attendee figures as of yet, but the floor was  
4 full with 106 booths. Board Members Peace and Washington  
5 graciously did the opening ceremonies, along with the City  
6 of Ontario.

7           Other dignitaries attending the show included the  
8 Caltrans District 7 Director, Doug Failing, who spent the  
9 whole day there, talked to many of the exhibitors. In  
10 fact, went back to his office and gave his staff phone  
11 numbers on some of the products there. He came back to  
12 the exhibitor reception and said, "You will be getting  
13 calls." And so it was great. We made some real  
14 connections for those companies that have a product that  
15 maybe needs to get on the Caltrans spec and be reviewed.  
16 That was exciting. Attending the reception was a  
17 representative for Senator Margett's office.

18           In addition, just to tell you about some of the  
19 connections that were made, one of the paint exhibitors  
20 received an order from a local jurisdiction right there on  
21 the spot.

22           The pour and place drain manufacturer -- that was  
23 the new product that had the drain that used 38 tires  
24 instead of using asphalt, made the connection with  
25 Caltrans. And they're going to be talking to them about

1 getting their specification on the green spec list. That  
2 was great. One of our premium suppliers received two  
3 purchase orders.

4 There was a lot of cross talk between the  
5 exhibitors, people who had feedstock, and making feedstock  
6 and making those connections. We think all in all it was  
7 well attended and pretty valuable for those that were  
8 there.

9 In addition, I wanted to mention, kind of tell  
10 what you's going on --

11 COMMITTEE MEMBER WASHINGTON: Patty, before you  
12 finish, Madam Chair, I'd just like to say kudos go to your  
13 staff, the entire team for doing an excellent job at the  
14 Trade Show. It was absolutely well attended. It was well  
15 programmed. You guys just did a magnificent job.

16 I went around the corner and went to the Tire  
17 with Jim Lee and his team. And they, too, had done an  
18 excellent job, had great speakers from Arizona and other  
19 places. It was absolutely wonderful to hear, you know,  
20 what they were doing and what we're trying to do in  
21 California as it relates to taking tires out of our  
22 landfills and using them to the best available possibility  
23 we can. So I want to say kudos both to Patty's team as  
24 well Jim's team for doing an excellent job at the Trade  
25 Show.



1           DEPUTY DIRECTOR WOHL: I will pass on the word to  
2 staff. I think the marriage between the Tire Conference  
3 and our show was a good coupling, too. So that worked out  
4 great.

5           In the world of plastics, I just wanted to give  
6 you an update that we've organized several working groups  
7 around the priority areas identified at the last  
8 stakeholders' meeting regarding the diversion of plastic  
9 film. Specifically, we've conducted work groups to  
10 increase collection of residential/commercial film and ag  
11 film. And we've also been working on developing a matrix  
12 of end uses for sources of material.

13           Staff is planning to present the work group  
14 results and findings at a stakeholder workshop in late  
15 June. And I believe we're planning on an item in August  
16 to update you on what's going on with that.

17           Zone Works also occurred last week. It was in  
18 Santa Monica. The workshop highlighted emerging trends in  
19 the plastics markets and featured industry experts from  
20 companies doing business in California and  
21 internationally.

22           I also wanted to mention that Patents in Commerce  
23 Pick, which you may have heard at our Zonees' ceremony, is  
24 an RMDZ Program project. They won an award of merit in  
25 the economic development partnership category at the

1 California Association of Economic Developers. So we're  
2 proud to announce that. It was initiated in Placer County  
3 RMDZ. And this is the one that is the multi-media  
4 inventor of education materials. And they have a  
5 web-based portal. And so it was kind of neat to see them  
6 get an award.

7 I also wanted to mention Advance Recycling  
8 Technologies. On Friday, April 8th, a foreclosure auction  
9 resulted in the sale of Advance Recycling Technology,  
10 Inc., real estate and equipment which is located in  
11 Stockton. The sales price was set at \$750,000, and the  
12 facility was sold to San Joaquin Housing Alliance, LLC, in  
13 the amount of \$750,000.01. So we were pleased to see that  
14 sold pretty quickly.

15 And with that, I think that leads us to our first  
16 item.

17 CHAIRPERSON MARIN: Okay. Let's do it then.

18 You know, I will say the same thing during the  
19 Board meeting, but I did attend the Tire Conference. I  
20 couldn't attend your show, the Trade Show. But Rosalie  
21 and I were being confirmed. Well, our confirmation  
22 hearing was at that time. I know Rosalie was able to make  
23 it the following day. I was actually going to Disneyland.  
24 That doesn't sound good. So when people say, "Rosario,  
25 what are you doing to after your confirmation hearing," I

1 said, "I'm going to Disneyland." I actually went for the  
2 Environmentalty Awards. And we were part of that  
3 program. So I should clarify that I did not really go to  
4 Disneyland.

5 Anyways, but I understand it went very, very  
6 well. I understand it wasn't as well attended as other  
7 conferences have been attended in the past. And maybe  
8 Ontario may not draw as many people.

9 DEPUTY DIRECTOR WOHL: Well, typically, I think  
10 in Sacramento we have a better response just because it's  
11 so close to the state government procurement officers.  
12 It's really easy to walk over and attend. So we typically  
13 have been doing two in the north and then one in the south  
14 to kind of compensate. But I think the exhibitors at  
15 least expressed at the reception that the quality of  
16 attendee was actually at a higher level, because some of  
17 them were new and were really interested in the products  
18 and were more, you know, the actual purchasers. So  
19 although you may get more here, it's not always just the  
20 quantity that matters.

21 CHAIRPERSON MARIN: I think that with any other  
22 show, one of the things that we really need for  
23 measurement to see how successful we are, I think it's  
24 important we had some contracts right there on the spot  
25 that took place. But I think for participants, for people

1 that actually are going to be exhibiting there, that for  
2 them, should we have another conference next year or  
3 two years from now, whenever it is -- I don't know the  
4 frequency of them here -- but whenever it is, we can  
5 always say, you know, the percentage of our exhibitors  
6 that get orders right there on the spot is such. Or  
7 within six months, so many of this percentage of new  
8 contracts came from the show. I think that if we are able  
9 to measure that or capture that information, I think it  
10 will be far more meaningful, and we will do a much, much  
11 better job of getting both exhibitors, but more  
12 importantly, buyers.

13           DEPUTY DIRECTOR WOHL: I agree. In fact, last  
14 year -- we have a survey that goes out to them like a  
15 month or two after the Trade Show that says what kind of  
16 sales were generated from this Trade Show. And last year,  
17 although we didn't get 100 percent response, the money was  
18 over the millions of dollars, three million dollars plus  
19 in sales were generated. So that's really huge for those  
20 companies. So hopefully this year we'll also get that  
21 data and can kind of capitalize on it.

22           CHAIRPERSON MARIN: Great. Thank you, Patty.

23           I know you want to say something, Cheryl.

24           COMMITTEE MEMBER PEACE: I was just going to say  
25 I had a really good time at the Trade Show also. And I

1 was really happy to see Doug Failing from Caltrans was  
2 there and how receptive he was to some of these things.  
3 And I walked around with him quite a bit. And at one  
4 point I went over and looked at the display of the  
5 recycled air filters for vehicles that you can recycle and  
6 how much money you can save and everything. So I went  
7 over and found Doug and I drug him over and said, "Look at  
8 this." And he talked for quite a while to the person who  
9 had the display. They exchanged cards. And he said,  
10 "Yeah, I'm going to go back and have my people call you.  
11 This is a good thing." So it's so neat to see that  
12 Caltrans is so receptive to some of these new things.

13 DEPUTY DIRECTOR WOHL: We also made a contact  
14 with him about International Compost Week. He has a  
15 couple of projects going on, and he's interested in seeing  
16 if we can use compost to solve some of their issues with  
17 erosion. And he thinks he may be able to get a project  
18 going by that first week in May. So we're working with  
19 his staff on that. So we did make a lot of connections  
20 with Caltrans that will be valuable throughout, I think.

21 CHAIRPERSON MARIN: Excellent. And then we can  
22 get rid of all the mulch as well. Excellent. Excellent.

23 Okay. Before you go to the -- I always forget to  
24 ask for ex partes. And I don't want Marie to come in and  
25 knock me over the head.

1 Do we have any ex partes?

2 COMMITTEE MEMBER PEACE: I'm up to date.

3 CHAIRPERSON MARIN: Mr. Washington.

4 COMMITTEE MEMBER WASHINGTON: I'm up to date.

5 CHAIRPERSON MARIN: Thank you. Go ahead.

6 DEPUTY DIRECTOR WOHL: Our first item is  
7 Committee Item B, Agenda Item 1, Consideration of the  
8 Recycling Market Development Revolving Loan Program  
9 Application for Ag Plastics Recycle, Inc. And Jim La  
10 Tanner will present.

11 LOAN PROGRAM SUPERVISOR LA TANNER: Morning,  
12 Committee members.

13 Ag Plastics Recycle has requested an RMDZ loan in  
14 the amount of 275,000. The project is located in Wasco,  
15 California, within the Kern County Recycling Market  
16 Development Zone. Loan proceeds will be used to purchase  
17 machinery and equipment for shredding and washing  
18 discarded old drip lines and irrigation pipe that were  
19 previously used in farmlands, vineyards, fruit/nut  
20 orchards, and other ag lands to manufacture a recycled  
21 plastic flake of uniform size.

22 The project will divert an additional 5,250 tons  
23 per year for a total of 6,000 of discarded drip irrigation  
24 pipe from landfills. This is expected to create an  
25 additional seven jobs. This is also the first

1 agricultural plastic loan that the program has made.

2 The Loan Committee met on April 7th and approved  
3 the applicant's ability to replay and collateralize the  
4 loan.

5 Mr. Bill Duncan, President of Ag Plastics  
6 Recycle, is in the audience if the Committee members have  
7 questions of the business.

8 Staff recommends that the Committee place the  
9 agenda item on fiscal consent for the Board meeting.

10 CHAIRPERSON MARIN: Okay. The gentleman from the  
11 company, that name was --

12 LOAN PROGRAM SUPERVISOR LA TANNER: Bill Duncan.

13 CHAIRPERSON MARIN: Yes. Please come in. Thank  
14 you for coming. I really appreciate it. This is very  
15 exciting. You get to recycle all of this piping.

16 MR. DUNCAN: Yes, ma'am. It's my pleasure to be  
17 here and answer any questions that you may have regarding  
18 the process or the company.

19 CHAIRPERSON MARIN: Did we get the name?

20 We have to have all of this on record.

21 So how did this idea come to you? I have no  
22 problem with the loan at all. I just find that  
23 fascinating.

24 MR. DUNCAN: It's a long story, but I'll try to  
25 condense it if I can. In the early '90s, I initiated a

1 pesticide container recycling program in California that  
2 became very successful. As a result of my effort in  
3 recycling containers, growers and farmers would ask me if  
4 I could recycle other products that they have to dispose  
5 of on their farms, and one of which was drip irrigation  
6 hose and drip irrigation tape that's used in vegetables  
7 and strawberries and that sort. I told them no for many  
8 years, but kept questioning, well, why not?

9           So I went and visited with just about every drip  
10 irrigation manufacturer in California and asked them why  
11 not. And most of them said, "Well, it's too dirty."  
12 "It's contaminated." "It just can't be done." "Our  
13 product is too sensitive." "We can't afford to have holes  
14 in it," and this sort, until I finally talked to a company  
15 in Fresno, Netafim. And Netafim responded, "We don't  
16 know. Let's look into it."

17           So for the past five years, that's what Netafim  
18 and I have been doing, is looking into why drip irrigation  
19 products could not be recycled. And as a result of my  
20 effort on the equipment end and the collection and the  
21 cleaning and the grinding of it and their effort in the  
22 utilization as recycled content to their products, we came  
23 up with the answer, yeah. It can be done. And so we've  
24 been working on that for the past five years.

25           We got to the point in 2004 where we had a



1 product that I produced that they were happy with that  
2 they could utilize estimating they do use perhaps 10  
3 percent recycled content. And, therefore, they could  
4 utilize maybe half-a-million pounds a year. That was less  
5 than I expected, but it was a start. In September of this  
6 year, they came to me and said, "Bill, we need to up our  
7 request to now 12 million per year." So that's where we  
8 are right now standing at 12 million pounds a year for  
9 2005-2006, and in 2007 then they're expecting to go up to  
10 about 18 million pounds. So, anyway, that's where we are  
11 right now.

12 CHAIRPERSON MARIN: We really appreciate it. We  
13 want you to be very successful. You should know that for  
14 you to be before us, you passed many, many, many tests.  
15 And we have our Loan Committee and all of the people that  
16 review your application and so forth, they certainly find  
17 you very worthy of it.

18 I actually just wanted to thank you, because you  
19 are in a very special way helping us meet our state  
20 mandate. And we love recycling. We want zero waste. And  
21 you help us with that effort. We want you to be very  
22 successful in your enterprise. And we expect great things  
23 from you, and our money back.

24 MR. DUNCAN: Well, you'll certainly get your  
25 money back. And I thank you for accepting the project

1 that I'm embarking on. And I thank you for having the  
2 program to help me to get the money I need to get up to  
3 where I should be with our production.

4 CHAIRPERSON MARIN: Thank you.

5 I know Ms. Peace wants to say something.

6 COMMITTEE MEMBER PEACE: I think this is a  
7 wonderful project, too.

8 I just had one question. I hear that you can't  
9 make ag film out of recycled content because they say it  
10 won't have the UV protection in it. Is that a problem at  
11 all? Have you found that to be a problem?

12 MR. DUNCAN: Once I get the drip irrigation  
13 products up and running, that's my next project. Ag film  
14 can be utilized. It's not a problem. It can be done.  
15 And I feel that I have a process that can clean it up to  
16 the point it can be recycled quite readily.

17 COMMITTEE MEMBER PEACE: And still contain the UV  
18 protection in it the farmers say they need?

19 MR. DUNCAN: No. The UV protection is not a  
20 problem. The clear film stays down for a very short  
21 period of time. The colored film has UV protection in it.  
22 And, you know, the material can be recycled back into  
23 other ag film uses, or it can be recycled, repelletized  
24 and used in basically any film product that utilizes low  
25 density or high density plastics. Myself and another

1 gentleman is working on this project right now. But it's  
2 in the preliminary stages.

3 COMMITTEE MEMBER PEACE: I guess the collection  
4 of the old hoses and tapes, that's probably the biggest  
5 challenge is getting them collected. How does your  
6 collection system work?

7 MR. DUNCAN: Netafim is working with their  
8 customers, and what they're doing is once a commitment has  
9 been made by a Netafim product, Netafim is offering our  
10 services at no cost to those growers to pick up the  
11 material and recycle it. And Netafim didn't think that  
12 would be a very good technique to begin with, but we tried  
13 this out about three years ago, and we had to stop the  
14 program because we had so much product we didn't know what  
15 to do with it. It took me two-and-a-half years to clean  
16 up what we got in about three weeks.

17 COMMITTEE MEMBER PEACE: And I guess, Jim, we do  
18 have the lien on the equipment as part of the loan?

19 LOAN PROGRAM SUPERVISOR LA TANNER: Yes. We'll  
20 have a first UCC purchase money on new equipment. We'll  
21 have a first -- we're filing a UCC on all assets. And at  
22 the Loan Committee, we added a Deed of Trust on a  
23 pistachio farm he has.

24 CHAIRPERSON MARIN: Thank you so very much.

25 COMMITTEE MEMBER PEACE: Sounds wonderful. Good

1 luck.

2 MR. DUNCAN: Thank you very much.

3 CHAIRPERSON MARIN: Is there a motion for  
4 Resolution 2005-104?

5 COMMITTEE MEMBER WASHINGTON: Madam Chair, I'd  
6 like to move adoption of Resolution 2005-104.

7 COMMITTEE MEMBER PEACE: Second.

8 CHAIRPERSON MARIN: Moved by Mr. Washington,  
9 seconded by Ms. Peace.

10 Call the roll.

11 EXECUTIVE ASSISTANT JIMINEZ: Peace?

12 COMMITTEE MEMBER PEACE: Aye.

13 EXECUTIVE ASSISTANT JIMINEZ: Washington?

14 COMMITTEE MEMBER WASHINGTON: Aye.

15 EXECUTIVE ASSISTANT JIMINEZ: Marin?

16 CHAIRPERSON MARIN: Aye.

17 And we will have this on fiscal consent.

18 Thank you.

19 DEPUTY DIRECTOR WOHL: The next item is going to  
20 the full Board. So with that, I'll turn it over to Pat  
21 Schiavo.

22 CHAIRPERSON MARIN: Thank you. We have a few  
23 things that we need to do. We do have, for purposes of  
24 everybody else, at 10:30 we will go into one specific  
25 item. If we're not through with the items, we'll stop at

1 that time and then come back. Okay. Hopefully, we'll get  
2 them through before 10:30.

3 Hi, Pat.

4 DEPUTY DIRECTOR SCHIAVO: Good morning. Pat  
5 Schiavo, Diversion, Planning, and Local Assistance  
6 Division.

7 I'll make one brief comment in the interest of  
8 time and then we'll move on to the items. I would like to  
9 provide a commercial for our proposed all day workshop  
10 that's going to be in partnership with Conservatory. It's  
11 going to be here in Sacramento on May 23rd. It will be an  
12 all-day workshop dealing with single stream diversion.  
13 And it's going to be a workshop with panelists, as well as  
14 we'll have working groups together to talk about how to  
15 overcome barriers and have a successful single stream  
16 program. So mark it on your calendars, May 23rd. And  
17 we'll be sending out notices to our typical interested  
18 parties, local jurisdictions, and the like.

19 CHAIRPERSON MARIN: Excellent.

20 DEPUTY DIRECTOR SCHIAVO: That's it for my  
21 comments. If you'd like, we'll head into the agenda.

22 CHAIRPERSON MARIN: Yes. Why don't we go ahead.  
23 I know that Item Number 3 has been pulled as well. So go  
24 ahead. Why don't we go to Item Number 4.

25 DEPUTY DIRECTOR SCHIAVO: Item 4 is going to be

1 presented by Yasmin Satter. And this is Consideration of  
2 a Request to Change the Base Year to 2004 from the  
3 Previously Approved Source Reduction Recycling Element for  
4 the City of Galt in Sacramento County.

5 MS. SATTER: Good morning, Committee members.

6 The City of Galt originally submitted a request  
7 for a new base year claiming a diversion rate of 60  
8 percent for the year 2001. As a result of Board staff's  
9 visit to the city and verification of the claimed  
10 diversion, Board staff recommends several deductions,  
11 additions, and acceptance of a revised 2001 diversion rate  
12 of 58 percent. Staff also conducted a review of the  
13 City's diversion programs. Based on this information,  
14 Board staff is recommending Option 2.

15 Representatives from the City are present to  
16 answer any questions you may have. This concludes my  
17 presentation.

18 CHAIRPERSON MARIN: Okay. Any questions?

19 COMMITTEE MEMBER PEACE: I just have one minor  
20 question. It says, "Improving the accuracy of a  
21 jurisdiction's base year will lead to more accurate  
22 statewide measurement." I know the diversion rate for the  
23 state went down. If we revise all these base years and  
24 they all -- you know, diversion rate increases, can that  
25 possibly effect the whole statewide --

1           DEPUTY DIRECTOR SCHIAVO: Yeah, it can. No  
2 offense to Galt, but I don't think Galt is going to  
3 appreciably change --

4           COMMITTEE MEMBER PEACE: I know not Galt, but I  
5 noticed there were several --

6           DEPUTY DIRECTOR SCHIAVO: Generally speaking,  
7 when we had the base year for Los Angeles, for example,  
8 that did impact because of the magnitude of it. So it  
9 would be incorporated into the calculation.

10          CHAIRPERSON MARIN: Mr. Washington.

11          COMMITTEE MEMBER WASHINGTON: In changing their  
12 base year from 60 to 58, is it because we went in and  
13 determined that it was more 58 rather than their 60?

14          DEPUTY DIRECTOR SCHIAVO: Right. We go out and  
15 verify all the information, and that was the result.

16          COMMITTEE MEMBER WASHINGTON: Great. Madam  
17 Chair, I'd like to move adoption of Resolution 2005-83,  
18 revised.

19          COMMITTEE MEMBER PEACE: Second.

20          CHAIRPERSON MARIN: Moved and seconded.

21          Without objection, that will be the order.

22          Next item.

23          DEPUTY DIRECTOR SCHIAVO: Item 5 is Consideration  
24 of a Request to Change the Base Year to 2002 for the  
25 Previously Approved Source Reduction and Recycling Element

1 and Consideration of the Petition for Sludge Diversion

2 Credit for the City and County of San Francisco.

3 And Kathy Davis will present.

4 MS. DAVIS: Good morning.

5 CHAIRPERSON MARIN: Thank you, Kathy.

6 MS. DAVIS: The City and County of San Francisco  
7 has requested to change its base year to 2002. The City  
8 and County has requested a 62 percent diversion rate for  
9 the 2002 new base year. In addition, the City and County  
10 has submitted documentation showing it meets the statutory  
11 conditions for claiming biomass diversion credit in 2002.

12 With the staff recommended new base year and the  
13 biomass diversion, the City and County's 2002 diversion  
14 rate would be 64 percent, of which 2 percent is from  
15 biomass diversion.

16 Board staff therefore recommends the Board adopt  
17 Option 4, which would approve the City and County's new  
18 base year with staff recommendations, its petition for  
19 sludge diversion credit, and its biomass diversion claim.

20 Robert Hailey, representative from the City and  
21 County, is here to answer any questions you may have.

22 And that concludes my presentation.

23 CHAIRPERSON MARIN: Thank you.

24 Any questions for Mr. Hailey?

25 I have one quick question. Where is Mr. Hailey?



1 Thank you very much. Where is the sludge going to?

2 MR. HAILEY: The sludge is going two places.

3 During the wet season, we use it as ADC. And during the  
4 dry season, land apply it. We try to recover all the  
5 sludge.

6 CHAIRPERSON MARIN: Excellent.

7 MR. HAILEY: There is some use for beneficial use  
8 at a landfill.

9 CHAIRPERSON MARIN: Great.

10 And the other question might not necessarily be  
11 for you, but have we given biomass credit to other  
12 jurisdictions, or are we breaking ground here?

13 DEPUTY DIRECTOR SCHIAVO: No. We have.

14 CHAIRPERSON MARIN: Great.

15 Okay. Thank you so very much.

16 Is there a motion?

17 Oh, one more question.

18 COMMITTEE MEMBER PEACE: Questions of staff,  
19 actually. How much diversion credit do they get for the  
20 sludge? They get 2 percent for biomass. Is there an  
21 amount they get for the sludge?

22 MS. DAVIS: I'll put my glasses back on. It's in  
23 the Attachment 2B. And I have in my copious amounts of  
24 paperwork here, it looks like 4.2 percent.

25 COMMITTEE MEMBER PEACE: I guess I have some

1 questions. He said they use their sludge as ADC and land  
2 spreading. If they were to send their sludge to, say,  
3 some sort of a conversion technology facility, would they  
4 still get their diversion credit?

5 DEPUTY DIRECTOR SCHIAVO: I don't want to answer  
6 that one. Just depends on where, you know, all that goes  
7 as far as the definitions and where you guys go with that  
8 in the future. It's premature to even respond to that.

9 COMMITTEE MEMBER PEACE: And the same for the  
10 biomass. Right now I know they get a biomass --

11 DEPUTY DIRECTOR SCHIAVO: Biomass is through  
12 statute.

13 COMMITTEE MEMBER PEACE: And our statute says a  
14 controlled burn facility. For biomass, which is actually  
15 just organic matter, do they get diversion credit for it,  
16 say, if it went to an anaerobic digestion system or  
17 pyrolysis system or gasification facility? Or do they  
18 only get the biomass diversion if they go to a --

19 CHAIRPERSON MARIN: I don't know that we can  
20 answer that right now, Ms. Peace.

21 COMMITTEE MEMBER PEACE: I was just curious.

22 CHAIRPERSON MARIN: Okay. I want to congratulate  
23 the City of San Francisco and the County. They're doing  
24 an incredible job. And the fact that you have bluntly and  
25 plainly and very publicly stated what your goals are of 75

1 percent in just a few years. And I know this certainly  
2 helps you achieve that. But in addition to that, if I  
3 recall correctly, I think you guys intend to reach zero  
4 waste by 2020. You know, this Board will do whatever and  
5 anything we can to help you achieve that. When you  
6 achieve that, it's a huge success for us.

7 And you should know, I know in all of my speeches  
8 I'm giving you guys so much credit. You have no idea. I  
9 presume my colleagues as well do that in their speeches.  
10 But you are certainly one of our shining stars, and we  
11 will help you any which way we can. We applaud your  
12 efforts. And I just wanted to make sure we're not doing  
13 anything that we haven't done before.

14 So with that, it's been moved and seconded.  
15 Without objection -- the secretary is looking at me. It's  
16 been moved and seconded; right? No. It hasn't been  
17 moved.

18 COMMITTEE MEMBER WASHINGTON: Move adoption of  
19 Resolution 2005-84.

20 COMMITTEE MEMBER PEACE: Second.

21 CHAIRPERSON MARIN: Now it's been moved and  
22 seconded. And without objection, that will be the  
23 pleasure of this Committee. Thank you so very much.

24 You're welcome to come to the Board meeting, but  
25 you won't need to.

1 COMMITTEE MEMBER PEACE: Great job.

2 CHAIRPERSON MARIN: Next item.

3 DEPUTY DIRECTOR SCHIAVO: Terry Edwards will  
4 present Item Number 6, which is Consideration of a Request  
5 to Change the Base Year to 2003 for the Previously  
6 Approved Source Reduction and Recycling Element for the  
7 City of Selma in Fresno County.

8 COMMITTEE MEMBER WASHINGTON: Madam Chair, let me  
9 say this before they do that with San Francisco. I think  
10 it's important that San Francisco is not a rural area.  
11 And it's people stacked on top of each other. So it's  
12 really impressive to get to 2020 with -- I mean, that's  
13 incredible. I'm sorry. I just wanted to say that. Sorry  
14 about that. Thank you.

15 MS. EDWARDS: Good morning, Committee Chair and  
16 Committee members.

17 The City of Selma has submitted a request to  
18 change its base year to 2003. The City originally  
19 submitted a new base year request with a diversion rate of  
20 62 percent. As a result of staff's review, Board staff  
21 recommends the City's originally submitted rate of 62  
22 percent for the base year of 2003. Therefore, Board staff  
23 is recommending Option 1 of the agenda item.

24 Representatives for the City are present to  
25 answer any questions. This concludes my presentation.

1 Thank you.

2 CHAIRPERSON MARIN: Thank you.

3 Are there any questions?

4 No questions.

5 COMMITTEE MEMBER PEACE: Just a comment, I guess.

6 I just think this is great, 62 percent diversion rate.

7 You hear from a lot of other jurisdictions, "We can't do

8 it, because we have a lot of non-English speaking people."

9 And this says, you know, they have almost 72 percent

10 hispanic population. Or, "Oh, we have a lot of poor

11 people. We can't do it." This jurisdiction has almost a

12 23 percent population under the poverty level, and yet

13 they're doing it. So they should be commended.

14 CHAIRPERSON MARIN: Is anybody from the City of

15 Selma here?

16 MS. EDWARDS: Yes, Judy Bier and Melissa Harding.

17 CHAIRPERSON MARIN: Thank you for coming.

18 Oftentimes, when we're on that side, if there are no

19 questions, you don't want to come up here. So thank you.

20 Ms. Peace has said it very, very well. We really are

21 grateful to the jurisdictions that are sometimes facing

22 very incredible challenges. They're very successful.

23 This is obviously a priority for you guys. Since it is a

24 priority for us, we really appreciate everything you do.

25 And same thing with the City of San Francisco.

1 Your success is our success. We want you to be very  
2 successful. Thank you for the work that you do.

3 Is there a motion?

4 COMMITTEE MEMBER PEACE: I'd like to move  
5 Resolution Number 2005-85.

6 COMMITTEE MEMBER WASHINGTON: Second.

7 CHAIRPERSON MARIN: Moved and second.

8 Without objection, that will be the order.

9 The next item, Item Number 7.

10 DEPUTY DIRECTOR SCHIAVO: This is Consideration  
11 of Request to Change the Base Year to 2003 for the  
12 Previously Approved Source Reduction and Recycling Element  
13 and Consideration of the Petition for Sludge Diversion  
14 Credit for the San Luis Obispo County Integrated Waste  
15 Management Authority in San Luis Obispo County. And Chris  
16 Kinsella will present this item.

17 CHAIRPERSON MARIN: Hi, Chris.

18 MS. KINSELLA: Good morning.

19 San Luis Obispo County Integrated Waste  
20 Management Authority has requested to change its base year  
21 to 2003. The Authority has requested a 63 percent  
22 diversion rate for the 2003 new base year. With the  
23 California Integrated Waste Management Board staff  
24 recommended new base year, the Authority's diversion rate  
25 would be 55 percent for 2003. With biomass credit, the

1 diversion rate for 2003 is 56 percent. Board staff has  
2 determined the Authority demonstrated compliance with the  
3 statutory conditions for claiming sludge diversion credit  
4 as well. Board staff therefore recommends the Board adopt  
5 Option 3. This concludes my presentation.

6 CHAIRPERSON MARIN: Okay. Thank you very much.  
7 Is there a question or comment?

8 COMMITTEE MEMBER PEACE: I just want to make sure  
9 we're all legally on the up and up here, because it says  
10 in the Resolution we're considering a petition for sludge  
11 diversion, and then you also mention the biomass  
12 diversion. And then in the back of the Resolution it  
13 says, "Therefore, be it resolved, that San Luis Obispo  
14 County Management Authority has met the conditions for  
15 claiming biomass diversion." It doesn't say anything in  
16 there about the sludge diversion credit. I was just  
17 wondering, because the one for San Francisco specifically  
18 said sludge diversion credit and the biomass diversion  
19 credit.

20 STAFF COUNSEL BLOCK: We have to fix that.

21 COMMITTEE MEMBER PEACE: And also it says PRC  
22 Section 41783 for the biomass and 4178 -- well, it says  
23 .1, and that is for I think the sludge diversion credit,  
24 not for biomass.

25 DEPUTY DIRECTOR SCHIAVO: That's a good catch.

1 We'll have to correct this one.

2 CHAIRPERSON MARIN: We'll bring it back corrected  
3 for the Board. There should be no problem.

4 Is there anybody else from that city here? We  
5 shouldn't have a problem with that at all. Anybody from  
6 the city? Okay. So then we approve it with that  
7 correction and then the Resolution will be revised.

8 COMMITTEE MEMBER PEACE: I just want to make sure  
9 they're getting all the credit they deserve.

10 CHAIRPERSON MARIN: Is that your motion?

11 COMMITTEE MEMBER PEACE: That's my motion. I  
12 would like to move Resolution Number 2005-88 with that  
13 additional revision that we add in and make sure sludge  
14 diversion credit is added in and the PRC Sections are  
15 corrected.

16 COMMITTEE MEMBER WASHINGTON: Second.

17 CHAIRPERSON MARIN: Moved and seconded.

18 Without objection, we'll go on to the next item.

19 DEPUTY DIRECTOR SCHIAVO: Zane Poulson will have  
20 the pleasure of presenting the next three items. The  
21 first, which is Consideration of the Application for an  
22 SB1066 Time Extension by the City of Rancho Mirage in  
23 Riverside County. That's Item Number 8.

24 MR. POULSON: The City of Rancho Mirage has  
25 requested a time extension through December 31st, 2005.



1 The reasons the City needs a time extension are: The City  
2 will work to expand collection of commercial food waste  
3 and commingled recyclables, specifically from restaurants  
4 and hotels; and City will expand the collection of  
5 construction and demolition waste from construction sites.

6 Board staff have determined the information  
7 submitted in the application is adequately documented.  
8 Based on this information, Board staff is recommending the  
9 Board approve the time extension request.

10 Representatives from the City are available to  
11 answer any questions.

12 This concludes my presentation.

13 CHAIRPERSON MARIN: Okay. Any questions or  
14 comments?

15 COMMITTEE MEMBER WASHINGTON: Just one. Is this  
16 their first time extension?

17 MR. POULSON: Yes.

18 COMMITTEE MEMBER WASHINGTON: Great.

19 I'd like to move --

20 COMMITTEE MEMBER PEACE: I just have one  
21 question. They do have a C&D ordinance. That's good. Do  
22 they have a buy recycled procurement policy?

23 MR. POULSON: They have representatives here.

24 CHAIRPERSON MARIN: You want to come up and give  
25 us your name, please, for the record.

1 MR. WILLIAMS: Yes, we do. Bruce Williams, the  
2 City of Rancho Mirage.

3 CHAIRPERSON MARIN: Thank you, Mr. Williams.  
4 Any other questions?

5 COMMITTEE MEMBER PEACE: No. I'm just happy to  
6 hear you have one. Because, to me, if you're going to  
7 have a good faith effort, you're going to have a buy  
8 recycled procurement policy.

9 CHAIRPERSON MARIN: Thank you.  
10 Is there a motion?

11 COMMITTEE MEMBER WASHINGTON: I'd like to move  
12 adoption of Resolution 2005-86.

13 COMMITTEE MEMBER PEACE: Second.

14 CHAIRPERSON MARIN: Moved and seconded.

15 Without objection, that's the pleasure of the  
16 Committee.

17 Next item.

18 DEPUTY DIRECTOR SCHIAVO: Number 9 is  
19 Consideration of the Application for an SB1066 Time  
20 Extension by the City of Vista in San Diego County.

21 CHAIRPERSON MARIN: Okay. Go ahead.

22 MR. POULSON: The City of Vista is requesting a  
23 time extension through December 31st, 2005. The reasons  
24 the City needs a time extension are: The City is working  
25 to develop a construction and demolition ordinance and

1 construction demolition outreach and educational efforts  
2 to enhance the city's diversion efforts. The City will  
3 develop additional incentives for businesses to  
4 participate in recycling opportunities. And the City will  
5 work to increase business participation through outreach  
6 and educational efforts. The City will initiate a  
7 commercial green waste drop-off program. The City will  
8 pass a green waste ordinance to ensure that landscapers  
9 participate in the drop-off program. And the City will  
10 conduct education outreach efforts to landscapers and  
11 businesses to promote the program.

12 Board staff has determined the information  
13 submitted in the application is adequately documented.  
14 Based on this information, Board staff is recommending  
15 that the Board approve the time extension requested.

16 This concludes my presentation. Thank you.

17 CHAIRPERSON MARIN: Any questions or comments?

18 Ms. Peace.

19 COMMITTEE MEMBER PEACE: Do they have a green  
20 procurement policy?

21 MR. POULSON: They do have a procurement policy.

22 CHAIRPERSON MARIN: Mr. Washington.

23 COMMITTEE MEMBER WASHINGTON: When did they  
24 say -- I know they said they're going to do some of these  
25 things. Did they give you any time frame as to when

1 they'll be completed?

2 MR. POULSON: A lot of them are kind of at the  
3 end of the year.

4 CHAIRPERSON MARIN: Is anybody from the City of  
5 Vista here?

6 MR. POULSON: There's not a representative.

7 They are working with their hauler, so a lot of  
8 it depends on how quickly they're able to put things  
9 together with their hauler. So it is looking toward the  
10 end of the year before they get that in place.

11 CHAIRPERSON MARIN: Okay. Is there a motion?

12 COMMITTEE MEMBER PEACE: I'd like to move  
13 Resolution Number 2005-87.

14 COMMITTEE MEMBER WASHINGTON: Second.

15 CHAIRPERSON MARIN: Mr. Washington seconds that.

16 Without objection, that will be the pleasure of  
17 this Committee.

18 The next item.

19 DEPUTY DIRECTOR SCHIAVO: Finally, we have  
20 Consideration of a Second SB1066 Time Extension  
21 Application by the Unincorporated Area of Tulare County.  
22 And this will be presented by Zane as well.

23 MR. POULSON: The Unincorporated Tulare County is  
24 requesting a second time extension through December 31st,  
25 2005. The reasons the county needs a time extension are:

1 The County will work to increase their landfill salvage  
2 program by reducing tipping fees for source separated  
3 materials by increasing load checking at the landfill.  
4 The County will work with their waste haulers to help the  
5 licensed haulers implement recycle programs outlined in  
6 the County's Source Reduction Recycling Element as  
7 required by the County's ordinance for licensed haulers.  
8 The County will increase the amount of material taken to  
9 the waste to energy facility.

10 Board staff has determined the information  
11 submitted in the application is adequately documented.  
12 Based on this information, Board staff is recommending  
13 that the Board approve the time extension request.

14 A representative from the County is available to  
15 answer any questions. That concludes my presentation.

16 CHAIRPERSON MARIN: Thank you.

17 Any questions or comments?

18 COMMITTEE MEMBER WASHINGTON: Madam Chair, is the  
19 person from the County here?

20 CHAIRPERSON MARIN: Please come over and state  
21 your name for the record.

22 MR. MONACO: Good morning, Madam Chair. My name  
23 is Jeff Monaco, Solid Waste Manager for Tulare County.

24 COMMITTEE MEMBER WASHINGTON: Thank you, Jeff,  
25 for being here this morning. I just have a question. In

1 terms of your second extension, the reason I ask every  
2 time these extensions come up to make sure that -- we, as  
3 Board members, sometimes we can go to your local  
4 governments and try to -- because I know sometimes it gets  
5 caught up in the fray of the local politics. So I just  
6 wanted to make sure that you weren't having any problems  
7 at the Board of Supervisors. Or do you need any Board  
8 members to come to say, "Let's get this thing going so we  
9 don't have to go back to the Integrated Waste Management  
10 Board and ask for another extension." Is everything  
11 moving fairly well now?

12 MR. MONACO: Yes, sir. Our Board is in full  
13 support of the programs we've outlined.

14 COMMITTEE MEMBER PEACE: Can you tell me if your  
15 county has a green procurement policy?

16 MR. MONACO: No, ma'am. Presently, we are  
17 working on a procurement policy for that and recycled  
18 paper content. And in addition to the procurement  
19 policies, we're looking at some ordinance code revisions  
20 that will require source separation of construction and  
21 demolition materials at job sites to help with that  
22 portion of the waste stream.

23 CHAIRPERSON MARIN: As you know, it's one thing  
24 that we are asking a lot of jurisdictions -- actually, I  
25 think we have the vast majority of jurisdictions that now

1 have those procurement policies that are important to us.  
2 And we feel that really helps the jurisdiction achieve the  
3 goals that they have set. So we really appreciate the  
4 expedition of that as soon as possible.

5 On another note, some of your waste goes to Long  
6 Beach?

7 MR. MONACO: That's correct, ma'am.

8 CHAIRPERSON MARIN: That is interesting. All the  
9 way from Tulare County.

10 MR. MONACO: Some of the material that we capture  
11 in the unincorporated portion of the county -- we have  
12 quite a few dairies in Tulare County. And that type of  
13 waste stream is not really suitable for some of the  
14 traditional recyclables. So, really, the best thing to do  
15 with that type of material is send it to waste to energy.

16 CHAIRPERSON MARIN: Interesting. Thank you.

17 COMMITTEE MEMBER WASHINGTON: How many haulers do  
18 you guys use?

19 MR. MONACO: We have eight licensed haulers in  
20 the county. And then the portion of the waste stream  
21 that's going to waste to energy is from our own county  
22 operated transfer station. And we contract out the haul  
23 of that material.

24 CHAIRPERSON MARIN: Thank you, Mr. Monaco, for  
25 coming up. Thank you so much.

1 COMMITTEE MEMBER WASHINGTON: Madam Chair, I'd  
2 like to move adoption of Resolution 2005-89.

3 COMMITTEE MEMBER PEACE: I don't know if this  
4 needs to have a little change in it. This says  
5 application for SB1066. I don't know if that needs to say  
6 the second SB1066.

7 CHAIRPERSON MARIN: It is the second, but does it  
8 need to be stated? It will be better. So it will be as  
9 revised.

10 I presume that was seconding that motion, Ms.  
11 Peace?

12 COMMITTEE MEMBER PEACE: Yes. Second.

13 CHAIRPERSON MARIN: Moved and seconded.

14 And without objection, that will be the pleasure  
15 of this Committee.

16 Except for the item that has been pulled and one  
17 that will go to the Board directly, everything else will  
18 be on consent. And the only item that will go on fiscal  
19 consent was that loan item. So we will have a rather easy  
20 Board meeting from this Committee.

21 We finished ahead of time, sir. Since we made it  
22 time certain, we'll take a small break. We will be back  
23 at exactly 10:30. Thank you very much.

24 (Thereupon a recess was taken at 10:17, after  
25 which the Sustainability and Market Development



1           Committee held Agenda Item L, under separate  
2           transcript.

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10 I further certify that I am not of counsel or  
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12 way interested in the outcome of said hearing.

13 IN WITNESS WHEREOF, I have hereunto set my hand  
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